



## Domestic Market News

- **KSA** plans to launch an export strategy soon, as it is witnessing significant growth in its exports on all aspects, including direct exports, re-exports, and the related services. (Source: Argaam)
- **Catrion** signed SAR 114mn contract with Saudi German Health for providing healthy meals, beverages, and other support services for employees and resident patients. Financial impact to materialize from Q2-25. (Source: Tadawul)
- **Kingdom Holding** and Jeddah Economic Co mutually agreed to terminate the SAR 6.8bn fund agreement. Agreement was cancelled as its primary purpose didn't exist any longer. (Source: Tadawul)
- **Derayah Financial Co.** issued today, Jan. 23, the prospectus for offering 49.95 million shares, or 20% of the company's capital of SAR 499.5mn. Derayah's capital is divided into 249.74 million shares at a par value of SAR 2 each. The offering will run for three days from Feb. 20-22. (Source: Tadawul)
- Standard & Poor's Rating Agency affirmed **Walaa Cooperative Insurance Co.'s** long-term insurer financial strength rating at 'A-', with a 'Stable' outlook. (Source: Argaam)
- Badr Johar, Chairman of the **Cement Companies National Committee**, said Syria's cement sector is facing a severe production shortage, which Saudi companies can fill, contributing to the growth of the Saudi cement sector. (Source: Argaam)

## Market Analysis

The **Saudi Stock Exchange** decreased 0.1% to 12,354.0 points. The value traded stood at SAR 6.7bn (down 12.5% over the previous day), while advance-decline ratio stood at 112/114. The parallel market index decreased 0.5% to 30,846.6 points. The value traded stood at SAR 47.6mn (up 31.5% over the previous day). Most of the sectors in the main market ended in green. Utilities and Media (up 1.4% and 0.9%, respectively), increased the most. While Software & Services and Capital Goods (down 1.5% and 1.1%, respectively) decreased the most.

## Top Gainers

Company	Price	Change%
ALMOOSA	154.00	10.0
JOUF CEMENT	12.90	8.2
NORTHERN CEMENT	9.91	6.6
THIMAR	55.20	4.6
NICE ONE	59.70	4.4

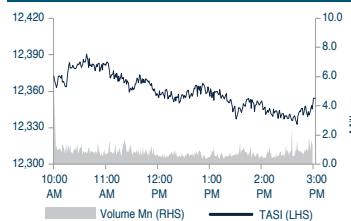
## Top Losers

Company	Price	Change%
SAUDI RE	60.20	-2.9
MESC	45.60	-2.7
KINGDOM	9.29	-2.4
ELM	1152.60	-2.0
ALBILAD	39.45	-2.0

## Saudi Stock Exchange

Index	Closing	High	Low	Daily Change%	YTD %
TASI	12,354	12,393	12,331	(0.1)	2.3
NomuC	30,847	31,047	30,743	(0.5)	(0.5)

## TASI movement during session



## TASI Ratios

P/E* (x)	24.6
Price-to-Book (x)	2.4
Dividend Yield (%)	2.7
Return on Equity (%)	18.7

\*Source: Argaam (Excluding Aramco)

Index	Close	Daily Change%	YTD %	PE (TTM)
Energy	5,321	0.4	0.4	16.6
Materials	5,641	0.8	1.2	49.4
Capital Goods	15,962	-1.1	4.9	25.9
Commercial Service	5,378	0.6	8.5	40
Transportation	7,423	-0.5	5.0	33.6
Consumer Durables	5,728	0.2	4.5	Neg
Consumer Services	4,947	0.2	2.1	41.7
Media	32,116	0.9	0.4	High
Consumer Discretionary Ret	7,960	0.7	5.7	26.3
Consumer Staples Ret	8,448	-0.1	0.7	21.4
Food & Beverages	5,929	-0.3	-0.6	22.8
Healthcare	12,360	0.9	4.2	41.8
Pharma & Bio Tech	5,298	-0.5	6.6	39.9
Banks	12,549	-0.9	1.8	13.1
Financial Services	7,773	-0.3	0.4	28.2
Insurance	11,176	-0.4	4.9	26
Telecom	8,334	0.3	4.7	16
Utilities	14,295	1.4	3.2	27.9
REITs	3,165	0.0	0.0	26.3
Real Estate	3,892	-0.4	5.4	High
Software & Services	84,957	-1.5	3.7	41

## Average Index Value

Average days 5	Average days 10	Average days 20	Average value traded for January (bn)
12,359	12,268	12,163	6.13

## Market Statistics

	Value Traded (SAR bn)	Volumes (mn shares)	No. of Trades ('000)
Current Week	33	1,541.10	2,393.60
Previous week	29.5	1,494.50	2,322.40

## Top Weighted Companies

Company	Price	Change%
Saudi Aramco	28.10	0.4
Al Rajhi	95.90	-1.2
ACWA POWER	420.80	1.7
SNB	34.50	-1.1
STC	42.40	1.2





## International Market News

- According to the Energy Information Administration (EIA), oil inventories in US decreased 1.0mn barrels (prior: down 2.0mn) to 411.7mn in the week ended January 17. Distillate inventories declined 3.1mn barrels (prior: up 3.1mn) to 128.9mn, and gasoline inventories increased 2.3mn barrels (prior: up 5.9mn) to 245.9mn. (Source: EIA)
- US** initial jobless claims rose to 223,000, an increase of 6,000 from the previous week's 217,000 level. Economists had expected it to inch up to 220,000. (Source: RTT News)
- US** Treasury revealed plans to sell USD 69bn worth of two-year notes, USD 70bn worth of five-year notes and USD 44bn worth of seven-year notes. (Source: Reuters)
- Eurozone's** consumer confidence rose to -14.2 from -14.5 in December. The index grew for the first time in three months in January but remained in the negative territory suggesting lingering pessimism. (Source: CNBC)
- UK's** composite output index posted 50.9 in January and was up from 50.4 in December. The moderate growth outcome was attributed to a sustained and modest expansion in the service economy but was offset by lower manufacturing production. (Source: Reuters)
- Oil prices** ended a four-week winning streak following US President Donald Trump's call to lower energy prices and boost US production. Brent crude futures for March delivery rose 0.25%, or \$0.21, to \$78.5 per barrel.
- Gold prices** rose on Friday, nearing their highest ever levels amid market' assessment of a decline in consumer confidence for the first time in six months, standing at \$2,778.9 per ounce, with a weekly gain of 1.1%.

## Forex / Currency

Currency / USD	Close	Daily Change%	MTD %	YTD %
Dollar Index	107.44	-0.6	-1.0	-1.0
Euro	1.05	0.8	1.4	1.4
Japanese Yen	156.00	-0.0	-0.8	-0.8
Sterling Pound	1.25	1.1	-0.3	-0.3
Chinese Yuan	7.24	-0.6	-1.3	-1.3
Indian Rupee	86.21	-0.3	0.7	0.7
UAE Dirham	3.67	-0.0	-0.0	-0.0
Qatari Rial	3.65	0.0	0.0	0.0
Kuwaiti Dinar	0.31	-0.1	-0.0	-0.0
Omani Rial	0.38	0.0	-0.0	-0.0
Bahraini Dinar	0.38	0.0	-0.1	-0.1
Egyptian Pound	50.29	-0.0	-1.1	-1.1

## Corporate Calendar

Date	Company	Event
26-Jan	SFICO	EGM
26-Jan	MULKIA REIT	Eligibility of Cash Dividend
27-Jan	ALMAJED OUD	EGM
29-Jan	GASCO	Cash Dividend Distribution
29-Jan	MALATH INSURANCE	EGM
30-Jan	MUNAWLA	Eligibility of Cash Dividend

EGM: Extra Ordinary Meeting\*

OGM: Ordinary General Meeting\*

## Regional Markets

Market	Close	Daily Change%	MTD %	YTD %	P/E
Dubai (DFM)	5,226	-0.4	1.3	1.3	10.1
Abu Dhabi (ADX)	9,564	0.2	1.5	1.5	17.1
Kuwait (KSE)	8,165	-0.2	4.2	4.2	23.8
Qatar (QE)	10,660	0.4	0.8	0.8	11.6
Oman (MSM)	4,604	-0.3	0.6	0.6	9.1
Bahrain (BSE)	1,896	-0.1	-4.5	-4.5	15.3
Egypt (EGX30)	29,998	0.1	0.9	0.9	6.2

## International Markets

Index	Close	Daily Change%	MTD %	YTD %	P/E
Dow Jones	44,424	-0.3	4.4	4.4	24.2
Nasdaq	19,954	-0.5	3.3	3.3	41.6
S&P 500	6,101	-0.3	3.7	3.7	27.5
FTSE 100	8,502	-0.7	4.0	4.0	14.1
Germany DAX 30	21,395	-0.1	7.5	7.5	17.9
France CAC 40	7,928	0.4	7.4	7.4	15.1
Japan Nikkei 225	39,932	-0.1	0.1	0.1	18.6
Brazil IBOVESPA	122,447	-0.0	1.8	1.8	8.2
Hong Kong Hang Seng	20,066	1.9	0.0	0.0	10.0
South Korea KOSPI	2,537	0.8	5.7	5.7	12.0
China Shanghai Composite	3,253	0.7	-3.0	-3.0	15.8
Australia ASX 200	8,409	0.4	3.1	3.1	21.2
India Sensex	76,190	-0.4	-2.5	-2.5	22.1
MSCI EM	1,090	0.8	1.4	1.4	13.8
MSCI World	3,857	0.0	4.0	4.0	22.9

## Commodity Markets

Commodity	Price	Daily Change%	MTD %	YTD %
Arab Light Crude (\$/bbl)	83.29	-0.5	7.8	7.8
Brent Crude (\$/bbl)	78.50	0.3	5.2	5.2
Texas crude (\$/bbl)	74.66	0.1	4.1	4.1
Natural Gas (\$/mmbtu)	4.03	2.1	10.8	10.8
Gold (\$/oz)	2,770.58	0.6	5.6	5.6
Silver (\$/oz)	30.59	0.4	5.8	5.8
Steel (\$/ton)	688.00	0.0	-3.0	-3.0
Iron Ore (CNY/MT)	807.00	0.2	3.6	3.6
Wheat (\$/bu)	544.00	-1.8	-1.4	-1.4
Corn (\$/bu)	486.50	-0.7	6.1	6.1
Sugar (\$/lb)	19.02	1.8	-1.2	-1.2
SMP* (EUR/MT)	2,542.00	-0.2	-2.4	-2.4

\*SMP: Skimmed Milk Powder

## Interbank Rates

Region	Rate*	Daily Change(bps)	MTD (bps)	YTD (bps)
KSA (SAIBOR 1M)	5.57	-0.2	-5.4	-5.4
KSA (SAIBOR 3M)	5.45	7.2	-9.0	-9.0
KSA (SAIBOR 6M)	5.48	2.8	2.2	2.2
KSA (SAIBOR 12M)	5.23	2.5	-1.4	-1.4
USA (SOFR 3M)	4.30	-0.0	-0.5	-0.5
UAE (EIBOR 3M)	4.38	0.4	-6.9	-6.9

Data Sources: Tadawul, Bloomberg, Reuters

Closes as of Jan 23, 2025





## Technical observations

Index	TASI
Ticker	SASEIDX Index
Last Close	12,354
<b>Short-term view</b>	Neutral
52 weeks high/low	12,883 – 11,318

## Market data

Exchange Market Cap. (SAR bn)	10,332.7
Value (SAR mn)	6,674.2
Volume (mn)	252.3
Number of Transactions	488,813
Market Breadth	112 : 114

## Key statistics

1D return %	-0.07%
MTD return %	2.64%
QTD return	2.64%
YTD return	2.64%
ADT vol. 3M* (mn)	466.7
ADT val. 3M (SARmn)	5,867.2

\*ADT stands for Average Daily Traded

## TASI market commentary

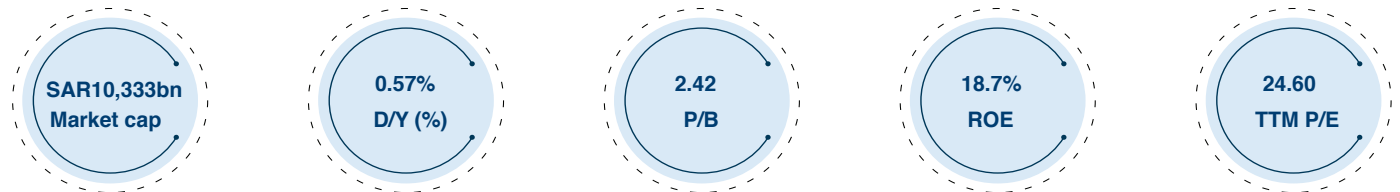
- TASI experienced a marginal decline on Thursday; primarily driven by the contrast between the performance of the Banks sector (down 0.92%) and the Materials sector (up 0.77%). At close, the Saudi market ended the day with a change of -0.07% at 12,354. In terms of activity, total volumes and value traded were ~252mn and ~SAR 6.7bn, respectively. The advance-decline ratio came in at 112/114.

## Technical outlook

- TASI closed the last session near 12,354, marking a loss of 8 points. The sentiment of profit-booking persisted, maintaining the index below the critical resistance level of the previous peak, approximately at 12,390, for the fourth consecutive session. TASI displayed a small-bodied red candlestick, reflecting the current temporary profit-booking attitude in the short term. Furthermore, the RSI indicator continued to hover within the Overbought zone above the 70 level. TASI has an immediate support level of around 12,295. If breached, the subsequent support levels would be around 12,270 – 12,220. On the other hand, an immediate resistance level is seen around 12,390. If successfully surpassed, the subsequent resistance levels to watch for would be around 12,455 – 12,625. Traders are advised to trade cautiously and closely monitor the significant support zone of the 10-day SMA and the prior peak near 12,270– 12,220, where renewed buying attitudes may emerge.

## Key price levels

S3	S2	S1	Pivot	R1	R2	R3
12,220	12,270	12,295	12,360	12,390	12,455	12,625



Source: Bloomberg, Argaam

## TASI daily chart

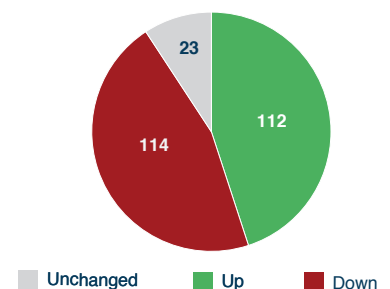


Source: Tradingview, Aljazira Capital

## Our view



## Market depth





## SAUDI MARKET - TOP PICKS FOR THE DAY

Code	Company	Close*	Buy range	Sell range	Stop loss
4200	Aldrees	133.20	132.80 - 133.20	134.40 - 135.20	131.40
2330	Advanced	31.95	31.85 - 31.95	32.20 - 32.45	31.55
5110	Saudi Electricity	17.14	17.10 - 17.14	17.28 - 17.36	16.92
4002	Mouwasset	90.00	89.80 - 90.00	90.70 - 91.40	88.80
7203	Elm	1152.60	1149.60 - 1152.60	1161.40 - 1169.40	1137.80
1304	Al Yamamah Steel	40.10	40.00 - 40.10	40.40 - 40.75	39.55
1810	Seera	23.18	23.12 - 23.18	23.36 - 23.54	22.95
4004	Dallah Health	157.60	157.20 - 157.60	158.80 - 160.00	155.60

\*As of 23<sup>rd</sup> Jan 2025

\* Note – Stop loss is based on an intraday basis

## CHARTS OF THE DAY

## Technical observations

**ALDREES** has just penetrated the level of the prior peak as well as a rising resistance trendline. Moreover, all the technical indicators show bullish structure.

## Aldrees Petroleum and Transport Services Co. (ALDREES)



Source: Tradingview, Aljazira Capital

## Technical observations

**ADVANCED** has just penetrated its 20-day SMA with relatively high volume. Moreover, all the technical indicators show bullish structure.

## Advanced Petrochemical Co. (Advanced)



Source: Tradingview, Aljazira Capital



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**Candlestick:** A candlestick (candle) is a type of price chart used to display the high, low, opening, and closing prices of a security for the period under consideration.

**Support:** This is the price level at which demand is strong enough to avoid any further price decline.

**Resistance:** This is the price level at which supply is strong enough to stop any further price increase.

**Pattern/formation:** This is a plot of a security's price activity over a certain period that can be used to identify potential trends, reversal of trends, price targets, entry and exit points, etc. There are various formations – such as head & shoulders, triangles, flags, etc.

**Simple moving average:** A simple moving average is formed by computing the average price of a security over a specific number of periods. Moving averages are based on closing prices.

**Relative strength index (RSI):** RSI is a momentum indicator that compares a security's price gains to its losses for a predetermined number of periods (generally, 14 periods are used). The RSI attempts to point out how security, in relative terms, is in the overbought/oversold zone.

**Moving average convergence/divergence (MACD):** MACD is a trading indicator that shows changes in the strength, direction, momentum, and duration of a trend in a stock's price through a collection of three- time series calculated from historical closing prices.

**Fibonacci retracements:** These are horizontal lines that indicate the expected areas of support/resistance for a security based on a predetermined price movement. These are usually indicated by Fibonacci ratios of 23.6%, 38.2%, 50.0%, 61.8%, and 100% from that movement.

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